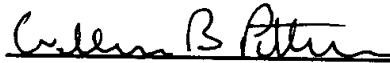


Support for the new claims and amendments is in the original claims and in the original specification, particularly at pages 4-5, paragraph 11; page 6, paragraph 21; page 7, paragraphs 24-25; page 8, paragraphs 27-28; page 9, paragraph 30; pages 9-10, paragraphs 32-33; and Figures 1-4.

Respectfully submitted,



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**APPENDIX**

**MARKED UP VERSION SHOWING CHANGES TO THE CLAIMS:**

1. (Amended) A recess within a wall of an expandable tubular, [the recess comprising at least one arcuate wall,] the recess serving as a housing for one or more of the following during expansion of the expandable tubular: control lines, instrumentation lines, fiber optics, and downhole sensors.
  
10. (Amended) The recess of claim 1 further comprising an encapsulation within said recess, the recess serving as a housing for one or more of the following: control lines, instrumentation lines, fiber optics, and downhole sensors, which reside within said encapsulation[, the encapsulation comprising:
  - a first arcuate wall having a first end and a second end; and
  - a second wall having a first end and a second end, said first and second ends of said first and second walls of said encapsulation being connected so as to define a housing between said first and second walls of said encapsulation].